

LISKOW & LEWIS

A PROFESSIONAL LAW CORPORATION

ATTORNEYS AT LAW

GENE W. LAFITTE
BILLY H. HINES
JOHN M. KING
LEON J. REYMOND, JR.
J. BERRY ST. JOHN, JR.
DONALD R. ABAUNZA
JOHN M. WILSON
LAWRENCE P. SIMON, JR.
S. GENE FENDLER
JOHN D. WOGAN
GEORGE H. ROBINSON, JR.
MARILYN C. MALONEY
JOSEPH C. GIGLIO, JR.
PATRICK W. GRAY
ROBERT E. HOLDEN
JOE B. NORMAN
THOMAS M. McNAMARA
JAMES N. MANSFIELD III
BILLY J. DOMINGUE
PHILIP K. JONES, JR.
WILLIAM W. PUGH
CHARLES B. GRIFFIS
RICHARD W. REVELS, JR.
JOSEPH P. HEBERT

MARGUERITE L. ADAMS†
DAVID W. LEEFE
WM. BLAKE BENNETT
MARK A. LOWE
GEORGE DENEGRÉ, JR.
DON K. HAYCRAFT
CRAIG WYMAN
JAMES A. BROWN
R. KEITH JARRETT
STEVIA M. WALTHER
ROBERT S. ANGELICO*
ROBERT L. THERIOT
DENA L. OLIVIER
GEORGE ARCENEAUX III
MARIE BREAUX
RANDY C. SNYDER
JONATHAN A. HUNTER
THOMAS P. DIAZ
MARY S. JOHNSON
KATHLEEN FRIEL HOBSON
SHAUN G. CLARKE
SCOTT C. SEILER
CHERYL MOLLERE KORNICK
MARK D. LATHAM

ONE SHELL SQUARE
701 POYDRAS STREET, SUITE 5000
NEW ORLEANS, LA 70139-5099
TELEPHONE (504) 581-7979
FACSIMILE (504) 556-4108 • (504) 556-4109

822 HARDING STREET
P. O. BOX 52008
LAFAYETTE, LA 70505-2008
TELEPHONE (337) 232-7424
FACSIMILE (337) 267-2399
firm@liskow.com

Lafayette, Louisiana
December 14, 2001

CULLEN R. LISKOW (1893-1971)
AUSTIN W. LEWIS (1910-1974)

JOHN C. ANJIER
G. C. SLAWSON, JR.
E. PETER URBANOWICZ
SHANNON S. HOLTZMAN
CAROL WELBORN REISMAN
MATT JONES
DAVID L. REISMAN
JILL THOMPSON LOSCH
MICHAEL D. RUBENSTEIN
CECILE L. GORDON
RENÉ WEBB PENNINGTON
KAREN DANIEL ANCELET
HAROLD J. FLANAGAN
GREG L. JOHNSON
JAMIE D. RHYMES
KIRSTINA DELUNA MILLER
CARMEN M. RODRIGUEZ
BRETT D. WISE
JOHN A. LOVETT
KYLE P. POLOZOLA
MARY C. HESTER
THOMAS BERON
J. PATRICK MORRIS, JR.
E. JANE ROLLING

ENDYA EAMES DELPIT
MARK A. JOHNSON
JANA L. GRAUBERGER
SHAWN C. RHYMES
KATHLEEN C. LAWLER
DOMINIQUE T. DAIGLE
K. TODD WALLACE
MICHAEL A. GOLEMI
TRICIA E. BOLLINGER
JANINE V. HODGES

OF COUNSEL
ROBERT T. JORDEN
CHARLES C. GREMILLION
JAMES L. PELLETIER
THOMAS D. HARDEMAN
THOMAS B. LEMANN

†BOARD CERTIFIED ESTATE PLANNING
AND ADMINISTRATION SPECIALIST
*BOARD CERTIFIED TAX SPECIALIST

Hon. Philip N. Asprodites
Office of Conservation
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: Hosston Formation, Reservoir A
Upper Cotton Valley Formation, Reservoir A
Lower Cotton Valley Formation, Reservoir A
VERNON FIELD, Jackson Parish, Louisiana

Dear Commissioner Asprodites:

Application is hereby made on behalf of **ANADARKO PETROLEUM CORPORATION** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the Hosston Formation, Reservoir A, Upper Cotton Valley Formation, Reservoir A, and the Lower Cotton Valley Formation, Reservoir A, Vernon Field, Jackson Parish, Louisiana, for which rules and regulations were established and drilling and production units were created for the exploration for and production of gas and condensate by the 798-A, 798-C and 798-B Series of Office of Conservation Orders, respectively:

1. To create twenty-two (22) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A, Upper Cotton Valley Formation, Reservoir A, and the Lower Cotton Valley Formation, Reservoir A, Vernon Field, Jackson Parish, Louisiana, said units to be designated Sand Units 76 through 97, for their respective Hosston, Upper Cotton Valley and Lower Cotton Valley Formations, all as shown on the plat attached hereto and made a part hereof.

2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units, with each separate tract sharing in unit production on a surface acre basis of participation.
3. To redefine the Upper Cotton Valley Formation, Reservoir A, in the Vernon Field, as being that gas and condensate bearing sand encountered between the depths of 11,175 feet and 12,100 feet (electrical log measurements) in the Anadarko Petroleum Corporation - (formerly Crystal Oil & Land Co.) - Davis Bros. E No. 1 Well located in Section 16, Township 16 North, Range 2 West, Jackson Parish, Louisiana.
4. To redefine the Lower Cotton Valley Formation, Reservoir A, in the Vernon Field, as being that gas and condensate bearing sand encountered between the depths of 12,100 feet and 14,920 feet (electrical log measurements) in the Anadarko Petroleum Corporation - (formerly Crystal Oil & Land Co.) - Davis Bros. E No. 1 Well located in Section 16, Township 16 North, Range 2 West, Jackson Parish, Louisiana.
5. To amend the spacing provisions of the 798-A, 798-B and 798-C Series of Office of Conservation Orders to allow any future wells drilled to the Hosston, Upper Cotton Valley and Lower Cotton Valley Formations to be located no closer than 330 feet from existing unit lines and no closer than 1,500 feet between unit wells (including substitute and alternate unit wells) on competitive units.
6. Except to the extent herein contrary, to extend to the proposed additional units for the Hosston, Upper Cotton Valley and Lower Cotton Valley Formations, all pertinent provisions of the 798-A, 798-C and 798-B Series of Office of Conservation Orders, respectively, and all applicable Statewide Orders.
7. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A, in the Vernon Field, Jackson Parish, Louisiana, was defined in Office of Conservation Order No. 798-A, effective February 28, 1980, as amended thereto by Office of Conservation Order No. 798-A-1, effective August 18, 1982.

The Upper Cotton Valley Formation, Reservoir A, in the Vernon Field, Jackson Parish, Louisiana, was fully defined in Office of Conservation Order No. 798-C-2, effective December 22, 1982, and is hereby further defined as stated above in Finding No. 3 hereof.

The Lower Cotton Valley Formation, Reservoir A, in the Vernon Field, Jackson Parish, Louisiana, was fully defined in Office of Conservation Order No. 798-B, effective January 23, 1981, and was redefined in Office of Conservation Order No. 798-B-1, effective August 18, 1982, and redefined in Office of Conservation Order No. 798-B-3, effective May 18, 1983, and is hereby further redefined as stated above in Finding No. 4 hereof.

Pertinent data relating to the applicant's proposal can be obtained, **AT THE COST OF THE REQUESTING PARTY**, from Frank A. Davis, Anadarko Petroleum Corporation, 17001 Northchase Drive, Houston, TX 77060, Telephone Number 832/601-3131.

Pursuant to the Rules of Procedure, a conference was held on December 12, 2001, in Shreveport, Louisiana, at which the parties named on the attached list were in attendance. The conference was opened by Rick Revels, Frank Davis and Carrie Lee, who explained the bases for the applicant's proposals. Questions were asked of and answered by these Anadarko representatives. No party at the conference expressed opposition to the applicant's proposals; however, several interested parties sent the applicant a joint letter in which some objection to the change in spacing provisions was expressed.

Attached hereto and made a part hereof is a plat outlining the applicant's proposal, the conference attendance list and a list of the names and addresses of the Interested Owners, Represented Parties and Interested Parties to whom a copy of this application is being sent. Pursuant to the Revised Rules of Procedure, such plat (being the same plat attached to the pre-application notice dated November 16, 2001) and list of parties are being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation; however, the plat and/or list of parties will be provided to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Interested Parties and Represented Parties.

Finally, enclosed is our check on behalf of the applicant, in the amount of \$2,100.00, **made payable to the Office of Conservation** representing the required hearing application fee.

Very truly yours,



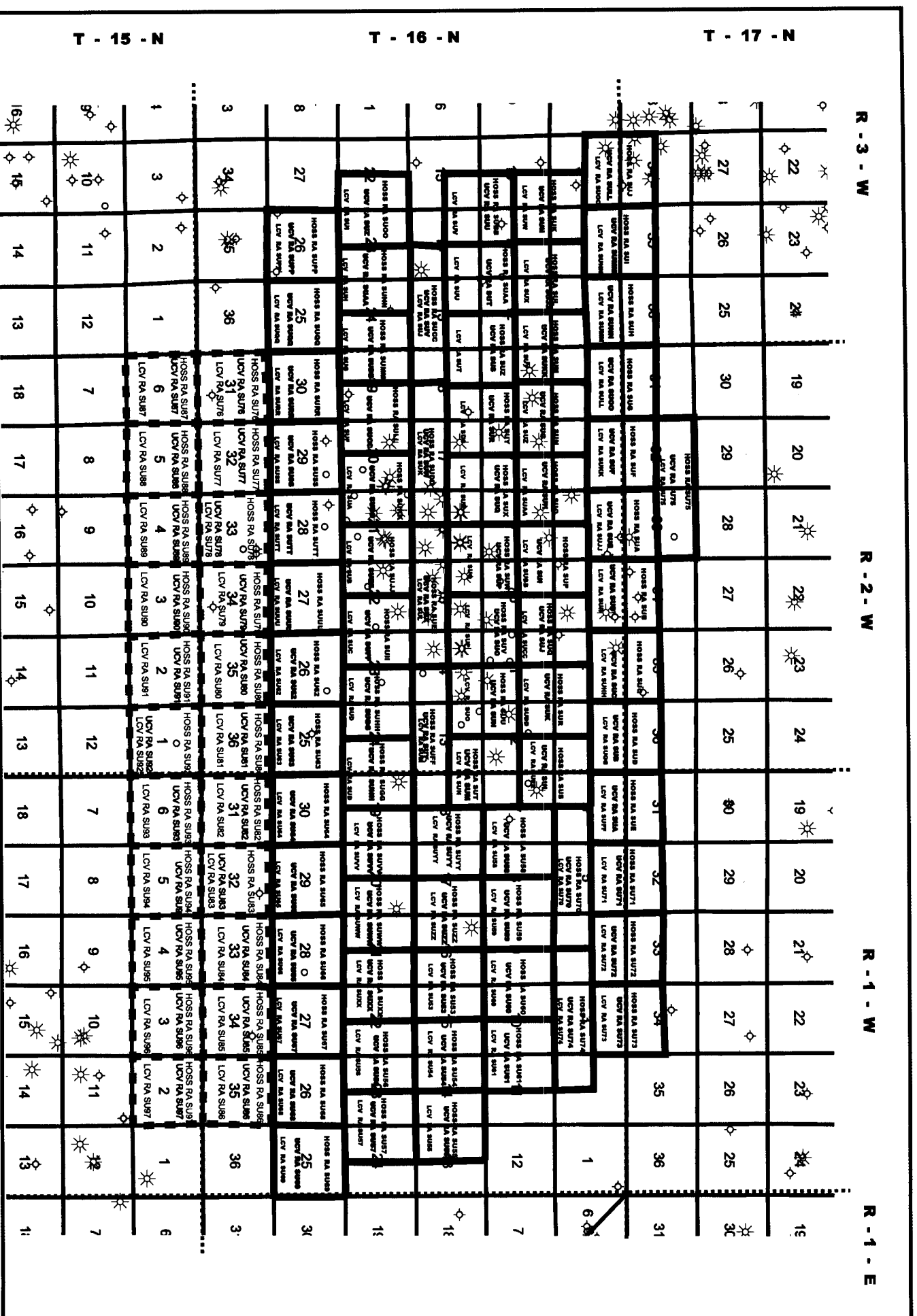
Richard W. Revels, Jr.

RWRjr/dbf
Enclosures

cc: Mr. James Broussard
Shreveport District Office of Conservation

cc: Interested Owners, Represented Parties
and Interested Parties

Vernon Field Area Jackson Parish, LA



Anadarko Petroleum Corporation

Houston Region

Vernon Field

Jackson Parish, LA

Unit Plat for the HOSS RA,
UCV RA, and LCV RA Zone Units

By: Frank A. Davis

Date: 11/14/01

**Drilling and Production Units for the
HOSS RA, UCV RA and LCV RA Zones**

Existing Unit Boundaries

Proposed Unit Boundaries

All Units are Geographic 640 Acres +/-